GOVERNMENT OF INDIA
SHIPPING, ROAD TRANSPORT AND HIGHWAYS
LOK SABHA

UNSTARRED QUESTION NO:742
ANSWERED ON:22.10.2008
MODIFIED SHIPBUILDING SUBSIDY SCHEME
Kanodia Shri Mahesh Kumar;Patel Shri Harilal Madhavjibhai;Solanki Shri Bhupendrasinh Prabhatsinh

Will the Minister of SHIPPING, ROAD TRANSPORT AND HIGHWAYS be pleased to state:

(a) whether the Government proposes Modified Shipbuilding Subsidy scheme;

(b) if so, the details thereof;

(c) whether any subsidy has been granted to Alcock Ashdown Gujarat Ltd. (AAGL) under this scheme; and

(d) if so, the details thereof including the quantum of subsidy granted to AAGL?

Answer

MINISTER OF SHIPPING, ROAD TRANSPORT AND HIGHWAYS(SHRI T.R. BAALU)

(a) & (b): Yes, Sir. A proposal for Liquidation of Committed Liability for payment of subsidy for ongoing shipbuilding contracts entered upto 14th August, 2007, the date of expiry of the subsidy scheme, is under consideration.

(c) & (d): The amount of subsidy receivable by Alcock Ashdown (Gujarat) Limited based on stage payments works out to a total of Rs.7,73,34,088 and this amount has already been released in favour of Alcock Ashdown (Gujarat) Limited as claimed by the Shipyard. In addition, applications for in principle approval for grant of subsidy amounting to Rs.86.00 crores (approximately) were received in the Ministry and were being processed, but in principle approval could not be granted before expiry of the scheme due to want of necessary clarifications, documents etc. from Alcock Ashdown (Gujarat) Limited. The shipbuilding subsidy scheme expired on 14th August, 2007.